UNITED STATES DISTRICT COURT

EASTERN DISTRICT OF TEXAS
TYLER DIVISION

ERICSSON INC., and

TELEFONAKTIEBOLAGET LM ERICSSON Plaintiffs-Counterclaim

Defendants,

v.

CIVIL ACTION NO. 6:12-cv-895

SAMSUNG ELECTRONICS CO., LTD., SAMSUNG ELECTRONICS AMERICA, INC., and SAMSUNG TELECOMMUNICATIONS AMERICA LLP,

Defendants-Counterclaim Plaintiffs.

JURY TRIAL DEMANDED

SAMSUNG'S ANSWER, AFFIRMATIVE DEFENSES AND COUNTERCLAIMS TO ERICSSON'S ORIGINAL COMPLAINT

Defendants Samsung Electronics Co., Ltd., Samsung Electronics America, Inc., and Samsung Telecommunications America LLP (individually and collectively "Samsung"), by and through their attorneys, hereby answer Plaintiff Ericsson Inc. and Telefonaktiebolaget LM Ericsson's (collectively "Ericsson" or "Plaintiff") Original Complaint ("Complaint"), filed on November 27, 2012.

INTRODUCTION

This is the second complaint (the first being Civil Action No. 6:12-CV-894) Ericsson has filed before this Court arising out of the parties' latest dispute regarding their respective patents. In both cases, Ericsson's complaints rest on deception and misdirection in order to shade the real posture of this dispute. Ericsson is a holder of patents that are purportedly "essential" to certain technical standards and it has previously committed to license those patents under fair,

reasonable and non-discriminatory ("FRAND") terms. But Ericsson has recently jettisoned its mobile phone business and it now feels unhinged as a non-practicing entity in the mobile phone market to extort vastly unreasonable and discriminatory license fees from Samsung under threat of product exclusion resulting from a simultaneously filed complaint in the U.S. International Trade Commission ("ITC"). Ericsson's misguided actions epitomize the patent "hold up" problem that has been the recent subject of wide discussion within standard-setting organizations and other authorities around the globe, and its actions cannot be condoned or fostered in this Court.

Ericsson and Samsung are not strangers. The companies have a long licensing history that includes two prior license agreements, most recently an agreement executed in 2007 in which the parties granted one another rights to patents including those that were declared essential to various wireless standards ("standard essential patents" or "SEPs"). The 2007 agreement expired on March 31, 2011. Since that time, the parties have engaged in negotiations so that a new agreement could be finalized between the parties, on terms that Samsung believed would have been consistent with the prior licenses. But that was never Ericsson's intention.

Ericsson's obligation to license its patents under FRAND terms is anchored in Ericsson's contracts with – and participation in – the standards setting organizations ETSI and IEEE, organizations that are instrumental in developing standards for telecommunications and other widespread technologies. Ericsson's own statement to the U.S. Securities and Exchange Commission makes this clear:

Since these standards are developed in industry-wide collaboration to ensure multi-vendor interoperability, patent holders waive their monopolies and commit to licensing their part of the technology to others wanting to use it. [Ericsson] complies with fair, reasonable and non-discriminatory licensing (FRAND). This fair return licensing provides incentive to make further investments in R&D, while also allowing for new entrants to commercialize the technology at a

reasonable cost. International standards and FRAND licensing are fundamental for the telecom ecosystem and are a prerequisite for the global success of mobile communications.¹

Ericsson notes that "FRAND licensing is a two-way street." Complaint at Para. 9. But it is Ericsson – not Samsung – that seeks to ignore over a decade of licensing history between the companies and to travel down a new road as an NPE extracting irrational sums from Samsung under threat of an ITC exclusion order barring importation of Samsung's products into the U.S., injunctive relief that is directly contrary to Ericsson's waiver of its monopoly aspirations. Although Samsung is a willing licensee, Ericsson demands unreasonable terms and conditions from Samsung, and its various assertions in its complaint seeking to cloak Ericsson as a guardian of FRAND are wholly contrary to its actions. Ericsson seeks to extract a usurious ransom that dwarfs the amounts paid by Samsung in two prior agreements (reached in 2001 and 2007) as well as the payments made by any other Ericsson licensee. And this is just one stop along Ericsson's toll highway – Ericsson no doubt has plans to extract unreasonable fees from the rest of the industry unless stopped by Samsung here.

Of course, Samsung cannot stand idly by as Ericsson seeks to trample on Samsung's business, one Samsung has earned through investment and innovation. Samsung is one of the world's leading designers, manufacturers, and suppliers of consumer electronics products and components and has built its business through innovation and premium product offerings. Samsung is a household name and its popular consumer products including mobile phones and TVs have set the mark for design, quality, and feature-depth. Samsung's popular GALAXY brand products, for example, provide a robust platform for entertainment, communications, and applications to enhance every-day life of consumers. Samsung's success has been achieved

Form 20-f of LM Ericsson Telephone Company, United States Securities and Exchange Commission, dated April 4, 2012 (emphasis added).

through decades of investments in R&D, with \$8.6 billion invested in 2011 alone, and Samsung's innovations have been recognized by the award of over 44,000 U.S. patents.

Indeed, Samsung's significant technology investments have resulted in Samsung's leadership position in key mobile technology areas including patented innovations in 4G LTE. While Ericsson has exited the mobile device business, it still sells equipment to network operators and it requires a license from Samsung in order to lawfully do so. Samsung has asserted counterclaims herein in order to remedy Ericsson's ongoing, unlicensed infringement of Samsung's patents.

Ericsson chose an unfortunate course to resolve this dispute. By not first offering a license on FRAND terms, Ericsson breached its commitments to the standard setting organizations and the public that relies on these standards. Instead, Ericsson seeks to dismantle the standard-setting framework with unreasonable and discriminatory license demands from a willing licensee under threat of product exclusion. Samsung denies the allegations in Ericsson's complaint as set forth below and states the following defenses and counterclaims.

GENERAL DENIAL

Samsung denies the allegations in Ericsson's Complaint unless expressly admitted in the following paragraphs.

BACKGROUND

- Samsung admits that Ericsson filed this suit against Samsung in this Court.
 Samsung denies the remaining allegations of paragraph 1 of the Complaint.
- 2. Samsung is without knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2 of the Complaint, and therefore denies those allegations.

- 3. Samsung is without knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 3 of the Complaint, and therefore denies those allegations.
- 4. Samsung is without knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 4 of the Complaint, and therefore denies those allegations.
- 5. Samsung is without knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 5 of the Complaint, and therefore denies those allegations.
- 6. Samsung admits that Ericsson and Samsung previously entered into two cross-licensing agreements in 2001 and 2007, respectively, that have expired. Samsung denies the remaining allegations of paragraph 6 of the Amended Complaint.
 - 7. Samsung denies the allegations of paragraph 7 of the Complaint.
 - 8. Samsung denies the allegations of paragraph 8 of the Complaint.
- 9. Samsung denies the allegations of paragraph 9 of the Complaint that are directed at Samsung. The remaining allegations of paragraph 9 of the Complaint are too generalized, vague, and ambiguous to admit or deny, and therefore Samsung denies those allegations.
 - 10. Samsung denies the allegations of paragraph 10 of the Complaint.

ERICSSON

- 11. Samsung is without knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 11 of the Complaint, and therefore denies those allegations.
- 12. Samsung is without knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 12 of the Complaint, and therefore denies those allegations.
- 13. Samsung is without knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 13 of the Complaint, and therefore denies those allegations.
- 14. Samsung is without knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 14 of the Complaint, and therefore denies those allegations.

THE DEFENDANTS

15. Samsung admits that Samsung Electronics is a corporation organized under the laws of the Republic of Korea. Samsung further admits that Samsung Electronics' business includes developing and manufacturing telephones, base stations, televisions, computers, Blu-ray players, cameras, and other devices that are imported into the United States and are marketed, sold, and/or offered for sale in the United States after importation, including within this District, but not necessarily directed purposefully or solely at this District. Samsung denies that Samsung Electronics imports telephones, base stations, televisions, computers, Blu-ray players, cameras, and other devices into the United States. Samsung denies the remaining allegations of paragraph 15 of the Complaint.

- 16. Samsung admits that Samsung Electronics America has a principal place of business at 85 Challenger Road, Ridgefield Park, New Jersey 07660. Samsung further admits that Samsung Electronics America's business includes importing, marketing, selling, and/or offering for sale telephones, base stations, televisions, computers, Blu-ray players, cameras, and other devices in the United States, including within this District, but not necessarily directed purposefully or solely at this District. Samsung denies that Samsung Electronics America manufactures base stations, televisions, computers, Blu-ray players, cameras, and other devices. Samsung further admits that Samsung Electronics America has a registered agent in Texas, and that this agent is CT Corporation System, located at 350 N. St. Paul St., Suite 2900, Dallas, Texas 75201-4234. Samsung denies the remaining allegations of paragraph 16 of the Complaint.
- under the laws of the State of Delaware, with its principal place of business at 1301 East Lookout Drive, Richardson, Texas 75082. Samsung further admits that Samsung Telecommunications' business includes importing, marketing, selling, and/or offering for sale telephones, base stations, televisions, computers, Blu-ray players, cameras, and other devices in the United States, including within this District, but not necessarily directed purposefully or solely at this District. Samsung denies that Samsung Telecommunications manufactures telephones, base stations, televisions, and other devices Samsung further admits that Samsung Telecommunications has a registered agent in Texas, and that this agent is Corporation Service Company dba CSC Lawyers Incorporating Service Company, located at 211 E. 7th Street, Suite 620, Austin, Texas 78701-3218. Samsung denies the remaining allegations of paragraph 17 of the Complaint.

JURISDICTION AND VENUE

- 18. Samsung admits that Ericsson's allegations of patent infringement purport to arise under Title 35 of the United States Code, but denies that such allegations are meritorious. Samsung admits that, for the purposes of this action only, this Court has subject matter jurisdiction over the claims relating to allegations of patent infringement pursuant to 28 U.S.C. §§ 1331 and 1338. Samsung denies the remaining allegations of paragraph 18 of the Complaint.
- 19. Samsung admits that venue is permissible, for purposes of this action only, under 28 U.S.C. §§ 1391 and 1400, but denies that venue is proper or convenient. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 19 of the Complaint, and therefore denies those allegations.
- 20. For purposes of this action only, Samsung does not contest personal jurisdiction. Samsung denies the remaining allegations of paragraph 20 of the Complaint.

THE PATENTS

- 21. Samsung admits that United States Patent No. 6,259,724 ("the '724 patent"), entitled "Random Access in a Mobile Telecommunications System," issued on July 10, 2001. Samsung further admits that, on its face, the '724 patent lists Riaz Esmailzadeh as an inventor. Samsung denies that the '724 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 21 of the Complaint, and therefore denies those allegations.
- 22. Samsung admits that United States Patent No. 6,400,376 ("the '376 patent"), entitled "Display Control for Hand-Held Data Processing Device," issued on June 4, 2002. Samsung further admits that, on its face, the '376 patent lists Mona Singh and Robert M. Lands as inventors. Samsung denies that the '376 patent was "duly and legally" issued. Samsung is

without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 22 of the Complaint, and therefore denies those allegations.

- 23. Samsung admits that United States Patent No. 6,466,568 ("the '568 patent"), entitled "Multi-Rate Radiocommunication Systems and Terminals," issued on October 15, 2002. Samsung further admits that, on its face, the '568 patent lists Alex Krister Raith, James Ragsdale, and John Diachina as inventors. Samsung denies that the '568 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 23 of the Complaint, and therefore denies those allegations.
- 24. Samsung admits that United States Patent No. 6,502,063 ("the '063 patent"), entitled "Method and Apparatus for Recursive Filtering of Parallel Intermittent Streams of Unequally Reliable Time Discrete Data," issued on December 31, 2002. Samsung further admits that, on its face, the '063 patent lists Stefan Eriksson, Anders Furuskar, and Stefan Javerbring as inventors. Samsung denies that the '063 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 24 of the Complaint, and therefore denies those allegations.
- 25. Samsung admits that United States Patent No. 6,597,787 ("the '787 patent"), entitled "Echo Cancellation Device for Cancelling Echos in a Transceiver Unit," issued on July 22, 2003. Samsung further admits that, on its face, the '787 patent lists Ulf Lindgren, Mohan Misra, and John Philipsson as inventors. Samsung denies that the '787 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 25 of the Complaint, and therefore denies those allegations.

- 26. Samsung admits that United States Patent No. 6,732,069 ("the '069 patent"), entitled "Linear Predictive Analysis-by-Synthesis Encoding Method and Encoder," issued on May 4, 2004. Samsung further admits that, on its face, the '069 patent lists Erik Ekudden and Roar Hagen as inventors. Samsung denies that the '069 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 26 of the Complaint, and therefore denies those allegations.
- 27. Samsung admits that United States Patent No. 6,865,233 ("the '233 patent"), entitled "Method and System for Control Signaling Enabling Flexible Link Adaptation in a Radiocommunication System," issued on March 8, 2005. Samsung further admits that, on its face, the '233 patent lists Stefan Eriksson, Anders Furuskar, Stefan Javerbring, and Mattias Wallman as inventors. Samsung denies that the '233 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 27 of the Complaint, and therefore denies those allegations.
- 28. Samsung admits that United States Patent No. 6,985,474 ("the '474 patent"), entitled "Random Access in a Mobile Telecommunications System," issued on January 10, 2006. Samsung further admits that, on its face, the '474 patent lists Erik Dahlman, Per Beming, and Maria Gustafsson as inventors. Samsung denies that the '474 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 28 of the Complaint, and therefore denies those allegations.

- 29. Samsung admits that United States Patent No. 7,660,417 ("the '417 patent"), entitled "Enhanced Security design for Cryptography in Mobile Communication Systems," issued on February 9, 2010. Samsung further admits that, on its face, the '417 patent lists Rolf Blom, Naslund Mats, and Jari Arkko as inventors. Samsung denies that the '417 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 29 of the Complaint, and therefore denies those allegations.
- 30. Samsung admits that United States Patent No. 7,707,592 ("the '592 patent"), entitled "Mobile Terminal Application Subsystem and Access Subsystem Architecture Method and System," issued on April 27, 2010. Samsung further admits that, on its face, the '592 patent lists Anders Wesslen, William J. Croughwell, and Sebastian Weber as inventors. Samsung denies that the '592 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 30 of the Complaint, and therefore denies those allegations.
- 31. Samsung admits that United States Patent No. 7,769,078 ("the '078 patent"), entitled "Apparatus, Methods and Computer Program Products for Delay Selection in a Spread-Spectrum Receiver," issued on August 3, 2010. Samsung further admits that, on its face, the '078 patent lists Douglas Cairns, Ali S. Khayrallah, and Gregory E. Bottomley as inventors. Samsung denies that the '078 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 31 of the Complaint, and therefore denies those allegations.
- 32. Samsung admits that United States Patent No. 7,961,709 ("the '709 patent"), entitled "Secondary Synchronization Sequences for Cell Group Detection in a Cellular

Communications System," issued on June 14, 2011. Samsung further admits that, on its face, the '709 patent lists Bengt Lindoff, Robert Baldemair, and Erik Dahlman as inventors. Samsung denies that the '709 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 32 of the Complaint, and therefore denies those allegations.

33. Samsung admits that United States Patent No. 8,036,150 ("the '150 patent"), entitled "Method and a Device for Improved Status Reports," issued on October 11, 2011. Samsung further admits that, on its face, the '150 patent lists Michael Meyer, Johan Torsner, and Henning Wiemann as inventors. Samsung denies that the '150 patent was "duly and legally" issued. Samsung is without knowledge or information sufficient to form a belief as to the truth of the remaining allegations contained in paragraph 33 of the Complaint, and therefore denies those allegations.

ALLEGED FACTUAL BACKGROUND

- 34. The allegations of paragraph 34 are too generalized, vague, and ambiguous to admit or deny. To the extent a response is necessary, Samsung denies the allegations and characterizations of paragraph 34 of the Complaint.
 - 35. Samsung denies the allegations of paragraph 35 of the Complaint.
 - 36. Samsung denies the allegations of paragraph 36 of the Complaint.

COUNT I CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '724 PATENT

- 37. Samsung repeats and incorporates by reference the responses in paragraphs 1-36 as though fully set forth herein.
 - 38. Samsung denies the allegations of paragraph 38 of the Complaint.
 - 39. Samsung denies the allegations of paragraph 39 of the Complaint.

COUNT II CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '376 PATENT

- 40. Samsung repeats and incorporates by reference the responses in paragraphs 1-39 as though fully set forth herein.
 - 41. Samsung denies the allegations of paragraph 41 of the Complaint.
 - 42. Samsung denies the allegations of paragraph 42 of the Complaint.

COUNT III CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '568 PATENT

- 43. Samsung repeats and incorporates by reference the responses in paragraphs 1-42 as though fully set forth herein.
 - 44. Samsung denies the allegations of paragraph 44 of the Complaint.
 - 45. Samsung denies the allegations of paragraph 45 of the Complaint.

COUNT IV CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '063 PATENT

- 46. Samsung repeats and incorporates by reference the responses in paragraphs 1-45 as though fully set forth herein.
 - 47. Samsung denies the allegations of paragraph 47 of the Complaint.
 - 48. Samsung denies the allegations of paragraph 48 of the Complaint.

COUNT V CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '787 PATENT

- 49. Samsung repeats and incorporates by reference the responses in paragraphs 1-48 as though fully set forth herein.
 - 50. Samsung denies the allegations of paragraph 50 of the Complaint.
 - 51. Samsung denies the allegations of paragraph 51 of the Complaint.

COUNT VI CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '069 PATENT

- 52. Samsung repeats and incorporates by reference the responses in paragraphs 1-51 as though fully set forth herein.
 - 53. Samsung denies the allegations of paragraph 53 of the Complaint.
 - 54. Samsung denies the allegations of paragraph 54 of the Complaint.

COUNT VII CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '233 PATENT

- 55. Samsung repeats and incorporates by reference the responses in paragraphs 1-54 as though fully set forth herein.
 - 56. Samsung denies the allegations of paragraph 56 of the Complaint.
 - 57. Samsung denies the allegations of paragraph 57 of the Complaint.

COUNT VIII CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '474 PATENT

- 58. Samsung repeats and incorporates by reference the responses in paragraphs 1-57 as though fully set forth herein.
 - 59. Samsung denies the allegations of paragraph 59 of the Complaint.
 - 60. Samsung denies the allegations of paragraph 60 of the Complaint.

COUNT IX CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '417 PATENT

- 61. Samsung repeats and incorporates by reference the responses in paragraphs 1-60 as though fully set forth herein.
 - 62. Samsung denies the allegations of paragraph 62 of the Complaint.
 - 63. Samsung denies the allegations of paragraph 63 of the Complaint.

COUNT X CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '592 PATENT

- 64. Samsung repeats and incorporates by reference the responses in paragraphs 1-63 as though fully set forth herein.
 - 65. Samsung denies the allegations of paragraph 65 of the Complaint.
 - 66. Samsung denies the allegations of paragraph 66 of the Complaint.

COUNT XI CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '078 PATENT

- 67. Samsung repeats and incorporates by reference the responses in paragraphs 1-66 as though fully set forth herein.
 - 68. Samsung denies the allegations of paragraph 68 of the Complaint.
 - 69. Samsung denies the allegations of paragraph 69 of the Complaint.

COUNT XII CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '709 PATENT

- 70. Samsung repeats and incorporates by reference the responses in paragraphs 1-69 as though fully set forth herein.
 - 71. Samsung denies the allegations of paragraph 71 of the Complaint.
 - 72. Samsung denies the allegations of paragraph 72 of the Complaint.

COUNT XIII CLAIM FOR ALLEGED PATENT INFRINGEMENT OF THE '150 PATENT

- 73. Samsung repeats and incorporates by reference the responses in paragraphs 1-72 as though fully set forth herein.
 - 74. Samsung denies the allegations of paragraph 74 of the Complaint.
 - 75. Samsung denies the allegations of paragraph 75 of the Complaint.

COUNT XIV ALLEGED BREACH OF CONTRACT

- 76. Samsung repeats and incorporates by reference the responses in paragraphs 1-75 as though fully set forth herein.
- 77. Samsung admits that ETSI and 3GPP are standards-setting organizations responsible for the standardization of information and communication technologies for the benefit of their members and third parties. Samsung denies the remaining allegations of paragraph 77 of the Complaint.
 - 78. Samsung denies the allegations of paragraph 78 of the Complaint.
- 79. Samsung denies the allegations of paragraph 79 of the Complaint that are directed at Samsung. The remaining allegations of paragraph 79 of the Complaint are too generalized, vague, and ambiguous to admit or deny, and therefore Samsung denies those allegations.
 - 80. Samsung denies the allegations of paragraph 80 of the Complaint.
 - 81. Samsung denies the allegations of paragraph 81 of the Complaint.
 - 82. Samsung denies the allegations of paragraph 82 of the Complaint.
 - 83. Samsung denies the allegations of paragraph 83 of the Complaint.

COUNT XV ALLEGED EQUITABLE ESTOPPEL

- 84. Samsung repeats and incorporates by reference the responses in paragraphs 1-83 as though fully set forth herein.
 - 85. Samsung denies the allegations of paragraph 85 of the Complaint.
 - 86. Samsung denies the allegations of paragraph 86 of the Complaint.
 - 87. Samsung denies the allegations of paragraph 87 of the Complaint.
 - 88. Samsung denies the allegations of paragraph 88 of the Complaint.

RESPONSE TO PLAINTIFF'S DEMAND FOR JURY TRIAL

Samsung hereby demands trial by jury for all issues so triable.

RESPONSE TO PLAINTIFF'S PRAYER FOR RELIEF

Samsung denies that Plaintiff is entitled to any relief whatsoever from Samsung as prayed for in the Complaint, denies that Plaintiff is entitled to an injunction, and denies that Plaintiff is entitled any other relief.

SAMSUNG'S AFFIRMATIVE DEFENSES

In addition to the defenses described below, Samsung specifically reserves the right to assert additional defenses as they become known through the course of discovery.

FIRST AFFIRMATIVE DEFENSE (Invalidity)

89. The claims of the '724, '376, '568, '063, '787, '069, '233, '474, '417, '592, '078, '709, and '150 patents ("Asserted Patents") are invalid because they fail to satisfy one or more of the conditions for patentability specified in Title 35 of the United States Code, including, without limitation, 35 U.S.C. §§ 101, 102, 103, and/or 112.

SECOND AFFIRMATIVE DEFENSE (Non-Infringement)

90. Samsung does not infringe and has not infringed under any theory (including directly, jointly, contributorily, or by inducement) any valid and enforceable claim of the Asserted Patents, either literally or under the doctrine of equivalents.

THIRD AFFIRMATIVE DEFENSE (Statutory Damages Limitations)

91. Plaintiff's recovery for alleged infringement of the Asserted Patents, if any, is limited by Title 35 of the United States Code, including, without limitation, 35 U.S.C. §§ 286 and 287.

FOURTH AFFIRMATIVE DEFENSE (Government Sales)

92. Plaintiff's remedies, if any, are limited under 28 U.S.C. § 1498(a).

FIFTH AFFIRMATIVE DEFENSE (Prosecution History Estoppel)

93. Plaintiff is estopped, based on statements, representations, and admissions made during the prosecution of the patent applications resulting in the Asserted Patents, as well as reissue and/or reexamination proceedings related to any of the Asserted Patents, from asserting that Samsung has infringed, directly or indirectly, any claim of the Asserted Patents, either literally or under the doctrine of equivalents.

SIXTH AFFIRMATIVE DEFENSE (Covenant Not to Sue, License, and/or Patent Exhaustion)

- 94. Plaintiff's claims are barred in whole or in part pursuant to a covenant not to sue, an express and/or implied license, and/or the doctrine of patent exhaustion.
- 95. On information and belief, and by way of example without limitation, Samsung has rights arising from its use of Qualcomm Incorporated ("Qualcomm") components in certain Samsung products. On information and belief, Qualcomm entered into a license agreement with Plaintiff by which Qualcomm received, among other things, certain rights related to the Asserted Patents. Samsung has an express or implied license to manufacture, use, import, and sell electronic devices incorporating licensed Qualcomm components under the Asserted Patents.

Moreover, under the doctrine of patent exhaustion, the purchase by Samsung of the licensed components from Qualcomm exhausts Plaintiff's alleged rights under the Asserted Patents.

96. On information and belief, and by way of example without limitation, Samsung has rights arising from its use of ST-Ericsson components in certain Samsung products. On information and belief, ST-Ericsson has obtained rights to one or more of the Asserted Patents from Plaintiff. Samsung has an express or implied license to manufacture, use, import, and sell electronic devices incorporating licensed ST-Ericsson components under the Asserted Patents. Moreover, under the doctrine of patent exhaustion, the purchase by Samsung of the licensed components from ST-Ericsson exhausts Plaintiff's alleged rights under the Asserted Patents.

SEVENTH AFFIRMATIVE DEFENSE (Unenforceability)

- 97. Plaintiff's claims as they relate to some or all of the Asserted Patents are barred in whole or in part by reason of estoppel, unclean hands, waiver, and/or other equitable doctrines based on Plaintiff's failure to comply with its contractual obligations made to the European Telecommunications Standards Institute ("ETSI"), 3rd Generation Partnership Project ("3GPP"), and Institute of Electrical and Electronics Engineers ("IEEE"), as well as to third party beneficiaries of those obligations (including the members of those organizations and manufacturers of products compliant with ETSI, 3GPP, and IEEE standards).
- 98. ETSI is a standards-setting organization ("SSO") that is responsible for the standardization of information and communication technologies for the benefit of its members and third parties. 3GPP is a collaborative activity through a group of recognized SSOs (its "Organizational Partners"), including ETSI. 3GPP develops technical specifications subsequently presented to and adopted as standards by its Organizational Partners, such as ETSI.

- 99. IEEE, through IEEE-SA, is an SSO that is responsible for standardization for the benefit of its members and third parties. IEEE develops and adopts technical specifications, including the 802.11 series of standards.
- Rights ("IPR") Policies designed to ensure that investment in standard-setting and standard-compliant equipment is not wasted as a result of essential IPR being unavailable or only available under unreasonable and/or discriminatory licensing terms. In addition, as a 3GPP "Individual Member," Ericsson was "bound by the IPR Policy" of ETSI, the Organizational Partner through which Ericsson participated in 3GPP. These policies generally require that SSO members disclose their ownership of patents that may be essential to practice the standard and commit to licensing these patents on fair, reasonable and non-discriminatory ("FRAND") terms. SSO IPR Policies are designed to obtain FRAND licensing obligations from patent owners to ensure that they will not use their IPR to extract unreasonable license fees or to exclude any market participant that is willing to accept a license for use of the IPR on FRAND terms and conditions.
- 101. ETSI's IPR Policy is set forth in Annex 6 of its Rules of Procedure. Clause 4.1 of the ETSI IPR Policy requires ETSI members to declare all essential IPR in a timely manner. Clause 15 of ETSI's IPR Policy defines IPR to mean "any intellectual property right conferred by statute law including applications therefor other than trademarks." Therefore, market participants have a reasonable expectation that all potentially essential patents or patent applications will be disclosed to ETSI. Clause 6 of ETSI's IPR Policy governs the availability of licenses to essential IPR, stating that when essential IPRs are brought to the attention of ETSI, ETSI shall immediately request an undertaking in writing that the IPR owner is prepared to grant

revocable licenses on fair, reasonable, and non-discriminatory terms. Clause 8 of ETSI's IPR Policy states that, if an IPR owner refuses to give a FRAND commitment in accordance with Clause 6.1 of the IPR Policy prior to the publication of a standard, ETSI will select an alternative technology to incorporate into the standard, or will stop work entirely on the standard if no alternative is available. Further, if an IPR owner refuses to give a FRAND commitment in accordance with Clause 6.1 after publication of a standard, ETSI shall try to modify the standard so that the IPR in question is no longer essential or failing that will involve the European Commission to see what further action is required.

- 102. The IEEE's IPR Policy is set forth in Section 6.2 of the IEEE-SA Standards Board Bylaws. This section requires that the IEEE "request licensing assurance" through a Letter of Assurance process. This Letter of Assurance must contain either (1) "[a] general disclaimer to the effect that the Submitter without conditions will not enforce any present or future Essential Patent Claims against any person ... implementing ... the standard," or (2) "[a] statement that a license for a compliant implementation of the standard will be made available to an unrestricted number of applicants on a worldwide basis without compensation or under reasonable rates, with reasonable terms and conditions that are demonstrably free of any unfair discrimination."
- 103. The IEEE's IPR Policy further states that "In order for IEEE's patent policy to function efficiently, individuals participating in the standards development process: (a) shall inform the IEEE (or cause the IEEE to be informed) of the holder of any potential Essential Patent Claims of which they are personally aware and that are not already the subject of an existing Letter of Assurance, owned or controlled by the participant or the entity the participant is from, employed by, or otherwise represents; and (b) should inform the IEEE (or cause the

IEEE to be informed) of any other holders of such potential Essential Patent Claims that are not already the subject of an existing Letter of Assurance."

- 104. Relying on the IPR Policies of these SSOs and on the accompanying patent owner obligations under these Policies, the SSOs and other third parties, including Samsung, adopted various technologies into the technical standards that were being developed.
- 105. Ericsson is a member of the respective SSOs and an alleged contributor to these various standards. As such, Ericsson has declared that the related patents must be licensed on FRAND terms. For example, Ericsson has declared to ETSI that some or all of the Asserted Patents are essential or potentially essential to one or more standard, and explicitly has undertaken "to grant irrevocable licenses under the IPRs on terms and conditions which are in accordance with Clause 6.1 of the ETSI IPR Policy," *i.e.*, on FRAND terms. Also, in a Letter of Assurance directed to IEEE 802.11n, Ericsson also agreed to "grant a license under reasonable rates to an unrestricted number of applicants on a worldwide basis with reasonable terms and conditions that are demonstrably free of unfair discrimination."
- 106. As a member and participant in these SSOs, Samsung relied on the IPR Policies of ETSI, 3GPP and IEEE to ensure that it will have the ability to obtain licenses to standard essential patents on FRAND terms before developing and investing in products and technologies that may practice the standard. For example, Samsung has made substantial investments in the design, manufacture, launch and continued innovation of these products and technologies.
- 107. Moreover, Samsung and Ericsson have previously entered into license agreements relating to technology at issue in this case. In December 2001, after extensive arm's-length negotiations, Samsung and Ericsson entered into a worldwide cross-license agreement that

specified payment from Samsung to Ericsson for a four year cross license plus a release for the previous four years for the use of both parties' essential patents.

- 108. When the 2001 License expired in 2005, Ericsson demanded an exorbitant renewal fee for the following five years. Despite Samsung's attempts to reach an agreement with Ericsson, Ericsson refused to reduce its demand. Instead, Ericsson initiated litigations against Samsung in the middle of the renewal negotiations between the parties. Contrary to Ericsson's FRAND obligations, Ericsson sought to exclude Samsung's products from the United States.
- 109. The parties eventually resolved the pending litigations by entering into a new cross-license on June 29, 2007. The 2007 Agreement expired in 2011. Instead of proposing terms consistent with the two previous license agreements, Ericsson refused to acknowledge those agreements in subsequent negotiations. Instead, consistent with Ericsson's new business model, which no longer includes the manufacture of handsets, Ericsson demanded terms that were unfair, unreasonable, and discriminatory, particularly in comparison to the parties' previous agreements. Ericsson has not complied with its obligation to offer to Samsung, and negotiate, a license on FRAND terms. In addition, upon information and belief, Ericsson failed to use reasonable endeavors to inform ETSI, IEEE, and 3GPP in a timely fashion of the existence of the purported IPR relating to one or more patents asserted herein thus constituting further breach of its obligations to the respective SSO and its members.
- 110. Ericsson once again initiated litigations against Samsung in the middle of the renewal negotiations between the parties. Ericsson again seeks to exclude Samsung's products from the United States, contrary to its earlier contractual obligations and promises. Ericsson's license demands and associated litigation tactics are in violation of its FRAND obligations. Ericsson is in breach of its obligations and promises and should be barred from seeking relief

here, at the ITC, or any other forum for Samsung's alleged infringement of the purportedly standards-essential patents. Therefore, Ericsson should be estopped from pursuing and has waived such claims against Samsung on some or all of the Asserted Patents.

EIGHTH AFFIRMATIVE DEFENSE (Patent Misuse)

111. Samsung incorporates the allegations set forth in paragraphs 97-110, above. In light of these facts, Plaintiff is barred from asserting some or all of the Asserted Patents by the equitable doctrine of patent misuse.

NINTH AFFIRMATIVE DEFENSE (Lack of Standing)

112. Samsung incorporates the allegations set forth in paragraphs 97-110, above. In light of these facts, Ericsson lacks standing as to its claims relating to some or all of the Asserted Patents. Ericsson is precluded from obtaining injunctive or other exclusionary relief because it failed to comply with its commitments to ETSI and IEEE that it would license its declared-essential patents on FRAND terms to willing licensees, such as Samsung here. Ericsson lacks standing because it has not offered Samsung a license on FRAND terms or negotiated in good faith to offer Samsung such a FRAND license in violation of Ericsson's representations and obligations to ETSI and IEEE.

TENTH AFFIRMATIVE DEFENSE (Failure to State a Claim)

113. Samsung incorporates the allegations set forth in paragraphs 97-110, above. In light of these facts, Plaintiff's Complaint fails to state a claim upon which relief can be granted.

SAMSUNG'S COUNTERCLAIMS

As its counterclaims against Plaintiff/Counterclaim Defendants Ericsson Inc. and Telefonaktiebolaget LM Ericsson (collectively "Ericsson"), Defendants/Counterclaimant Plaintiffs Samsung Electronics Co., Ltd., Samsung Electronics America, Inc. and/or Samsung Telecommunications America, LLC (individually and/or collectively "Samsung") demand a trial by jury on its nonequitable claims and allege as follows:

Nature of the Action and Relief Sought

- 1. Samsung repeats and realleges its responses to paragraphs 1–88 and 97-110 of the Complaint as though fully set forth herein.
- 2. Over the course of two years of negotiations between the parties, Ericsson has engaged in a pervasive and pernicious pattern of refusing to grant licenses to Samsung on fair, reasonable, and nondiscriminatory ("FRAND") terms for, among others, patents which Ericsson has declared to be essential to the Global System for Mobile Communications ("GSM"), Wideband Code Division Multiple Access ("W-CDMA"), Long Term Evolution ("LTE") and the 802.11 ("WiFi") standards (collectively, the "Standards"). Ericsson's refusal to grant such licenses breaches obligations that it made to the European Telecommunications Standards Institute ("ETSI") and to the Institute of Electrical and Electronic Engineers Standards Association's ("IEEE") to offer licenses for these essential patents to third parties and is causing harm to Samsung and consumers in the U.S. and abroad. In addition to bringing patent-related claims, Samsung brings this litigation to remedy the ongoing harm inflicted upon it as a direct result of Ericsson's refusal to honor its contractual commitments to provide third parties, like Samsung, with essential patent licenses on FRAND terms.
- 3. Innovation in the telecommunications industry is built on an ever-expanding foundation of previous discoveries. This is particularly true with respect to smart phones, such

as those produced by Samsung, which combine the functionality of computers, telephones, video game platforms, and countless other devices into a single handheld machine. A single smart phone may incorporate hundreds or even thousands of technological elements that may be covered by thousands of patents belonging to dozens, if not hundreds, of different entities.

- 4. In order to promote innovation, and to prevent a single patent holder from stifling progress by coercively threatening patent litigation, patent holders typically enter into cross-licensing agreements where each party agrees to license to the other party a broad portfolio of patents, sometimes with one party making a "balancing payment" to the other party where portfolio value and/or exposure is not deemed to be equivalent.
- 5. These cross-licensing agreements provide stability and certainty to developers by allowing engineers to work freely to innovate without the undue risk of not being able to commercialize the resulting products due to threat of litigation. Since 2000, Samsung and Ericsson have entered into two such cross-licensing agreements (in 2001 and 2007) and in each case Samsung paid Ericsson after arms-length negotiations.
- 6. The need for cross-licenses is even more pronounced with respect to patents that a party has declared to be "essential" to a particular technological standard—in other words, a patent that the declarant claims is necessary for a product to utilize in order to comply with a given standard (*e.g.*, a smart phone that operates on the LTE network). The risk to innovation from a party's ability to withhold access to essential patents is so severe that it has prompted the various standard-setting organizations, including ETSI and the IEEE, to require that the purported patent holders grant licenses to third parties who develop products utilizing the standard on FRAND terms. Indeed, ETSI has stated that it will look for alternative technologies

for a given standard in cases where a patent holder is unwilling to make this FRAND commitment.

- 7. Ericsson and Samsung entered into cross-licensing agreements in 2001 and 2007, under which each company granted licenses to the other in exchange for payment by Samsung to Ericsson. Early in 2011, as the termination date of the 2007 agreement approached, Samsung approached Ericsson with a request to negotiate a renewal of that license agreement whereby Ericsson would grant Samsung a portfolio license for telecommunications patents, including the essential patents reading on the Standards, on FRAND terms.
- 8. As described below, Ericsson has declared to ETSI and the IEEE that a host of its patents are essential to the Standards and in doing so, Ericsson has issued written declarations to ETSI and written letters of assurance to IEEE committing to license the declared essential patents on FRAND terms and conditions to others in the industry, including Samsung. In reliance on these declarations and letters, Samsung has invested a substantial amount of time and money in research and development for new products, including a new generation of products based on the latest wireless telecommunications technologies.
- 9. Yet, despite Ericsson's declaration of patents as essential and obligation to provide FRAND licenses for them, Ericsson has refused to negotiate the terms for their use in good faith and accordingly have failed to satisfy its FRAND obligations. On numerous occasions over the last two years, including more than a dozen in-person meetings, Samsung made repeated requests of Ericsson to license its patents declared essential on FRAND terms pursuant to a cross-licensing agreement under which the patents would be licensed either individually or together with other Ericsson patents in exchange for a license to use certain of Samsung's patents and an acceptable balancing payment. Ericsson has neither accepted

Samsung's offers of FRAND terms and conditions nor offered Samsung FRAND terms and conditions.

- 10. Samsung is one of the world's leading electronics companies, specializing in wireless communications, digital appliances and media, semiconductors, memory and system integration. Today, Samsung's innovative and top-quality products and processes are world recognized. Many of these advances concern Samsung's innovative wireless communications business, including both wireless communications devices ranging from smart phones to tablets as well as the hardware that supports the networks to which those devices connect. Samsung's commitment to research and development has led to a patent portfolio containing thousands of standards essential patents.
- 11. Ericsson's failure to negotiate a cross-license on FRAND terms has resulted in Ericsson not being licensed to Samsung's vast portfolio of standards essential patents. Consequently, this is an action for infringement under the patent laws of the United States against Ericsson for infringement of United States Patent Nos. 6,147,385, 6,777,812, 8,031,688, 8,139,550, 8,169,986, 8,179,780, 8,379,738, and 8,386,878 (collectively "the Samsung Asserted Patents") either literally or under the doctrine of equivalents.
 - 12. This is also an action for breach of contract and promissory.
- 13. Further, this is an action to declare United States Patents No. 6,259,724, 6,400,376, 6,466,568, 6,502,063, 6,597,787, 6,732,069, 6,865,233, 6,985,474, 7,660,417, 7,707,592, 7,769,078, 7,961,709, and 8,036,150 ("the Ericsson Asserted Patents") not infringed by Samsung and/or invalid, and that Samsung has an express or implied license to practice such patents.

Parties

- 14. Samsung Electronics Co., Ltd. is a corporation organized and existing under the laws of the Republic of Korea, having its principal place of business at Samsung Main Building, Taepyung-ro 2-ka, Chung-ku, Seoul 100-742 Korea.
- 15. Samsung Electronics America, Inc. is a New York corporation, having its principal place of business at 85 Challenger Road, Ridgefield Park, New Jersey 07660.
- 16. Samsung Telecommunications America, LLC is a limited liability company organized and existing under the laws of the State of Delaware, having its principal place of business at 1301 East Lookout Drive, Richardson, Texas 75082.
- 17. Ericsson Inc. is a corporation organized and existing under the laws of the State of Delaware, having its principal place of business at 6300 Legacy Drive, Plano, Texas 75024. Ericsson Inc. is a wholly owned subsidiary of Ericsson Holding II Inc., a Delaware corporation, which in turn is a wholly owned subsidiary of Telefonaktiebolaget LM Ericsson.
- 18. Telefonaktiebolaget LM Ericsson is a corporation organized and existing under the laws of the Country of Sweden, having its principal place of business at Torshamsgatan 23, Kista, Stockholm, Sweden 164 83.

Jurisdiction and Venue

- 19. This action arises under the patent laws of the United States, 35 U.S.C. § 100 et seq and the Federal Declaratory Judgment Act, 28 U.S.C. § 2201 et seq.
- 20. This Court has jurisdiction over these counterclaims under 28 U.S.C. §§ 1331, 1338(a), 1367(a) and 2201(a).
- 21. To the extent that this action remains in this District, venue is appropriate pursuant to 28 U.S.C. § 1391(b)-(d) and 1400(b).

22. Ericsson has consented to personal jurisdiction by commencing its action for patent infringement in this judicial district, as set forth in its Complaint.

Factual Background

- 23. For over 70 years, Samsung has been dedicated to the advancement of society through technological development and investment in diverse businesses. Today, Samsung leads the global market in high-tech electronics, specializing in digital products and media, semiconductors, memory, and system integration.
- 24. Samsung also has a long history of groundbreaking innovation across its wide range of technologies. Samsung has invested billions of dollars in research and development over the years, including more than \$35 billion from 2005 through 2010. More than a quarter of all Samsung employees engage daily in Samsung's cutting-edge research and development projects. Samsung's commitment to innovation is demonstrated by its large patent portfolio of over 44,000 United States patents, including nearly 6,000 in the telecommunications field. For the sixth year in a row in 2011, Samsung was second—only behind IBM—as a recipient of the most U.S. patents.
- 25. Particularly important to this dispute, Samsung has been a pioneer in the wireless telecommunications industry since the industry's inception. Samsung has dedicated time and resources to developing wireless communication technology that has increased the efficiency, reliability and functionality of standards-based networks and that has made a plethora of new features available to the owners and users of those networks. Moreover, Samsung has undertaken to provide licenses to use its patented innovations on FRAND terms.
- 26. Ericsson is also the owner of certain patents related to wireless communication technology, for which it has also undertaken to provide licenses to use on FRAND terms. For years, Ericsson and Samsung cross-licensed their patent portfolios on FRAND terms, but in the

latest round of negotiations between the parties, Ericsson refused to do so. Instead, Ericsson demanded that Samsung agree to pay royalty fees well-beyond the FRAND rates for its patents, many of which are invalid and/or not incorporated into Samsung's products.

- 27. The rapid pace of technological innovation in the telecommunications industry requires companies to invest substantial sums of money in research and development on a continuous basis in order to remain competitive. As discussed above, Samsung has invested and continues to invest tremendous amounts of money in research and development costs in order to maintain its position at the forefront of technological innovation, particularly in the telecommunications sector.
- 28. Because of the need for continuous investment in innovation, patent holders potentially wield a vast amount of power to unilaterally hold up production or distribution of a product by simply threatening patent litigation. This is particularly true with respect to essential patents—those patents which a party has asserted cover necessary components of products or processes reading on a particular standard.
- 29. Various wireless devices rely on technologies developed incorporated in industry standards. Those devices connect to a variety of wireless networks, including the networks of wireless carriers to provide telecommunications services. Carriers operate wireless systems that enable users to place and receive telephone calls, send and receive e-mails, and connect to the Internet through wireless devices. The devices and networks communicate using radio signals that carry encoded information through the air and which are relayed via fixed wireless communication base stations.
- 30. Companies around the world manufacture wireless devices. These manufacturers typically sell their phones to the mobile wireless carriers, which in turn, sell the phones to users.

Wireless devices contain, among other components, one or more computer chipsets that enable the phone to communicate with the carriers' wireless systems. Carriers, device manufacturers, and chipset manufacturers must create equipment and devices compatible with each for them to work properly within a network. Thus, because interoperability is crucial for telecommunications, the industry uses common mobile wireless technology and participates in the crucial process of standards development, ensuring an efficient and functional system.

- 31. In order to harmonize the efforts of these companies, regional standard setting organizations ("SSOs") were developed to create technical specifications that companies could follow to ensure their products would be compatible with other companies' products and systems. As described above, standardization is essential to the wireless telecommunications industry because the products of different manufacturers must be interoperable so that they can communicate with each other and with different wireless networks. When an SSO's standard is widely promulgated and utilized, it produces efficiency gains and benefits across the entire industry, including allowing sophisticated products to be produced and commoditized.
- 32. ETSI is an independent, non-profit SSO that produces globally-accepted standards for the telecommunications industry. ETSI has more than 700 members from more than 60 countries across five contents, including both Samsung and Ericsson. In addition to its own activities, ETSI is also one of six SSOs that are organizational partners of the 3rd Generation Partnership Project ("3GPP"), which exists to unite the SSOs in the development of worldwide standards for the telecommunications industry. Together, ETSI and its members have developed common technical standards that often become mandatory as, in some cases, national or international regulatory bodies require adherence to particular ETSI standards.

- 33. The IEEE is also an SSO. The IEEE develops global standards for various industries, including the communications industry. The IEEE's involvement in electrical standards dates back to the nineteenth century. Today its membership, which includes Samsung and Ericsson, spans 160 countries and each year, on average, the IEEE publishes nearly 100 new or revised standards.
- 34. Many SSO members, including Ericsson, frequently are granted ownership of intellectual property related to different aspects of those technologies, including technologies related to standards set by the SSOs. Thus, technical standards adopted by SSOs may implicate member or non-member intellectual property such that a license may be required from the intellectual property owner in order to implement the standard. In order to combat against the threat of essential patent holders being able to hinder innovation through the coercive use of threatened patent infringement lawsuits—like Ericsson is improperly doing here—SSOs (including ETSI and the IEEE)—require their members to grant portfolio licenses for covered essential patents to third parties on FRAND terms.
- 35. ETSI—recognizing that intellectual property rights issues may arise in the standard setting process and hinder ETSI members from making use of ETSI's standards—developed an Intellectual Property Rights Policy ("ETSI IPR Policy"). The ETSI IPR Policy is intended to create a balance between the need for standardization and the investments involved, on the one hand, and the rights and interests of intellectual property owners, on the other hand. To accomplish this goal, the ETSI IPR Policy contains rules that require ETSI members to disclose intellectual property rights that are "essential" to ETSI's standards. Clause 15.6 of the ETSI IPR Policy defines the term "ESSENTIAL" to mean that "it is not possible on technical (but not commercial) grounds, taking into account normal technical practice and the state of the

art generally available at the time of standardization, to make, sell, lease, otherwise dispose of, repair, use or operate EQUIPMENT or METHODS which comply with a STANDARD without infringing that IPR."

- 36. Similarly the IEEE has incorporated a patent policy into Clause 6.2 of its Standards Board Bylaws (the "IEEE Patent Policy").
- 37. Once an essential intellectual property right is disclosed to ETSI, Clause 6.1 of the ETSI IPR Policy requires ETSI to request that the intellectual property owner voluntarily undertake to grant "irrevocable licenses on fair, reasonable and non-discriminatory terms and conditions under such IPR to at least the following extent:
 - (a) MANUFACTURE, including the right to make or have made customized components and sub-systems to the licensee's own design for use in MANUFACTURE;
 - (b) sell, lease, or otherwise dispose of EQUIPMENT so MANUFACTURED;
 - (c) repair, use, or operate EQUIPMENT; and
 - (d) use METHODS.

These terms and conditions are referred to as "FRAND terms." An intellectual property owner whose technology is selected as part of the standard and undertakes to license on FRAND terms benefits from the incorporation of its protected technology into the standard by collecting FRAND compensation from a larger market than they would otherwise have enjoyed. In other words, because competing proprietary technologies and systems are abandoned during the standard setting process in favor of a single system and set of technologies, a holder of an essential intellectual property right is able to collect royalties from the producers of the large number of standards-compliant products worldwide.

38. Of course, the owner of an intellectual property right implicated by a standard is not obligated to assent to the undertaking, and may instead choose to keep its technology

proprietary. Under those circumstances, Clause 8.1.1 directs the ETSI to seek out a viable alternative to the essential technology, which would not require the infringement of the intellectual property right. If no viable alternative technology exists, development of the standard is ceased, pursuant to Clause 8.1.2. However, if the FRAND undertaking is given and the standard is adopted incorporating such owner's intellectual property right, all rival technologies are effectively eliminated from the market and the incentive to develop additional rival technologies is effectively curtailed. As such, the effectiveness of the FRAND undertaking is essential to preventing the SEP holder from overcharging the market for the standardized technology.

- 39. Accordingly, an intellectual property owner that voluntarily undertakes to license its intellectual property on FRAND terms has irrevocably committed to allow the standard to be implemented using its intellectual property. It has also waived its right to demand from those practicing the standard licensing fees above FRAND terms for using its intellectual property. Thus, a manufacturer is able to implement the standard in its products and use the inventions from the declared essential intellectual property.
- 40. An intellectual property owner thus makes these FRAND commitments based on the understanding that it will only receive FRAND compensation for the intellectual property used.
- 41. Moreover, parties operating under this scheme are obligated to negotiate FRAND terms in good faith. In fact, save for cases where the manufacturer refuses to take a license altogether, an intellectual property owner that makes a FRAND undertaking has a duty to negotiate in good faith and propose FRAND terms. Typically, negotiations over FRAND terms will cover the essential intellectual property portfolio as a whole.

- 42. The IEEE Patent Policy states that if an IEEE standard requires the use of a potential "Essential Patent Claim, the IEEE shall request licensing assurance . . . from the patent holder or patent applicant."
 - 43. The letter of assurance may be either:
 - (a) A general disclaimer to the effect that the Submitter without conditions will not enforce any present or future Essential Patent Claims against any person or entity making, using, selling, offering to sell, importing, distributing, or implementing a compliant implementation of the standard; or
 - (b) A statement that a license for a compliant implementation of the standard will be made available to an unrestricted number of applicants on a worldwide basis without compensation or *under reasonable rates, with reasonable terms and conditions that are demonstrably free of any unfair discrimination*. At its sole option, the Submitter may provide with assurance any of the following: (i) a not-to-exceed license fee or rate commitment, (ii) a sample license agreement, or (iii) one or more material licensing terms.
- 44. The IEEE Patent Policy also provides that the assurance is irrevocable once submitted and accepted.

Counterclaims

Counterclaim No. 1:

Infringement of U.S. Patent No. 6,147,385

- 45. Samsung repeats and realleges the allegations in paragraphs 1-44 as though fully set forth herein.
- 46. United States Patent No. 6,147,385 ("the '385 Patent"), entitled "CMOS Static Random Access Memory Devices," issued on November 14, 2000. Samsung is the owner of all rights, title, and interest in and to the '385 Patent and is entitled to sue for past and future infringement.

- 47. On information and belief, the products containing a semiconductor device with 6T SRAM cells infringe one or more claims of the '385 Patent. On information and belief, Ericsson directly infringes the '385 Patent by making, using, selling, offering for sale within the United States and/or importing into the United States, products that contain a semiconductor device with 6T SRAM cells. Exemplary infringing products include the RBS 6000 series base stations.
- 48. Additionally, on information and belief, service providers who deploy and/or make routine use of the infringing products in their LTE networks infringe one or more claims of the '385 Patent. On information and belief, Ericsson is aware of the '385 Patent at least through the filing of this Counterclaim. Further, on information and belief, Ericsson knowingly induces users of products to infringe the '385 Patent.
- 49. On information and belief, Ericsson contributes to infringement of one or more claims of the '385 Patent because Ericsson knows that infringing products containing a semiconductor device with 6T SRAM cells are specially made for use in an infringement of these claims and are not staple articles of commerce suitable for substantial noninfringing use. On information and belief, as discussed in the prior paragraph, Ericsson had knowledge or acted with willful blindness that the infringing products or articles therein were specially made or adapted for use in an infringement of the '385 Patent and not a staple article of commerce suitable for substantial noninfringing use.
- 50. For at least the reasons detailed in the prior paragraphs, Ericsson's infringement of the '385 Patent has been willful. Ericsson's continued infringement of the '385 Patent has damaged and will continue to damage Samsung.

Counterclaim No. 2:

Infringement of U.S. Patent No. 6,777,812

- 51. Samsung repeats and realleges the allegations in paragraphs 1-44 as though fully set forth herein.
- 52. United States Patent No. 6,777,812 ("the '812 Patent"), entitled "Semiconductor Devices Having Protected Plug Contacts And Upper Interconnections," issued on August 17, 2004. Samsung is the owner of all rights, title, and interest in and to the '812 Patent and is entitled to sue for past and future infringement.
- 53. On information and belief, the products containing a semiconductor device with a plug contact protruding beyond an adjacent intermediate insulating layer infringe one or more claims of the '812 Patent. On information and belief, Ericsson directly infringes the '812 Patent by making, using, selling, offering for sale within the United States and/or importing into the United States, products that contain a semiconductor device with a plug contact protruding beyond an adjacent intermediate insulating layer. Exemplary infringing products include the RBS 6000 series base stations.
- 54. Additionally, on information and belief, service providers who deploy and/or make routine use of the infringing products in their LTE networks infringe one or more claims of the '812 Patent. On information and belief, Ericsson is aware of the '812 Patent at least through the filing of this Counterclaim. Further, on information and belief, Ericsson knowingly induces users of products to infringe the '812 Patent.
- 55. On information and belief, Ericsson contributes to infringement of one or more claims of the '812 Patent because Ericsson knows that infringing products containing a semiconductor device with a plug contact protruding beyond an adjacent intermediate insulating layer are specially made for use in an infringement of these claims and are not staple articles of

commerce suitable for substantial noninfringing use. On information and belief, as discussed in the prior paragraph, Ericsson had knowledge or acted with willful blindness that the infringing products or articles therein were specially made or adapted for use in an infringement of the '812 Patent and not a staple article of commerce suitable for substantial noninfringing use.

56. For at least the reasons detailed in the prior paragraphs, Ericsson's infringement of the '812 Patent has been willful. Ericsson's continued infringement of the '812 Patent has damaged and will continue to damage Samsung.

Counterclaim No. 3:

Infringement of U.S. Patent No. 8,031,688

- 57. Samsung repeats and realleges the allegations in paragraphs 1-44 as though fully set forth herein.
- 58. United States Patent No. 8,031,688 ("the '688 Patent"), entitled "Partitioning Of Frequency Resources For Transmission Of Control Signals And Data Signals In SC-FDMA Communication Systems," issued on October 4, 2011. Samsung is the owner of all rights, title, and interest in and to the '688 Patent and is entitled to sue for past and future infringement.
- 59. Ericsson has directly infringed the '688 Patent by making, using, selling, offering for sale in the United States and/or importing into the United States products, components of products, and/or methods covered by one or more claims of the '688 Patent, including those for use with LTE applications that implement the LTE wireless communications standards, including 3GPP TS 36.211, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Physical channels and modulation," 36.213, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Physical layer procedures," and 36.331, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Radio Resource Control (RRC); Protocol specification." Exemplary infringing products include the RBS 6000 series base stations.

- 60. On information and belief, Ericsson actively induces others, including LTE network service providers who deploy infringing products in their LTE networks, to commit direct infringement of one or more claims of the '688 Patent. On information and belief, service providers who deploy and make routine use of the infringing products in their LTE networks directly infringe the '688 Patent. On information and belief, Ericsson is aware of the '688 Patent or has acted with willful blindness to its existence at least through the parties' longstanding licensing negotiations, Samsung's ETSI disclosures, the specific applicability of Samsung's LTE patents to the LTE standard—a standard that Ericsson adopted knowing that its LTE products would be covered by third party patents, including Samsung's patents, and/or the filing of this Counterclaim. Further, on information and belief, Ericsson induces service providers who deploy the infringing products in their LTE networks, by providing at least manuals, training, guides, and/or demonstrations, to perform acts intended by Ericsson to cause direct infringement of the '688 Patent.
- On information and belief, Ericsson contributes to infringement of one or more claims of the '688 Patent by others, including LTE network service providers who deploy the infringing products in their LTE networks, by providing the products or articles therein, which are specially made or adapted for use in an infringement of the '688 Patent and are not staple articles of commerce suitable for substantial noninfringing use. On information and belief, as discussed in the prior paragraph, Ericsson had knowledge or acted with willful blindness that the infringing products or articles therein were specially made or adapted for use in an infringement of the '688 Patent and not a staple article of commerce suitable for substantial noninfringing use.

62. For at least the reasons detailed in the prior paragraphs, Ericsson's infringement of the '688 Patent has been willful. Ericsson's continued infringement of the '688 Patent has damaged and will continue to damage Samsung.

Counterclaim No. 4:

Infringement of U.S. Patent No. 8,139,550

- 63. Samsung repeats and realleges the allegations in paragraphs 1-44 as though fully set forth herein.
- 64. United States Patent No. 8,139,550 ("the '550 Patent"), entitled "Apparatus And Method For Transmitting ACK/NACK Messages In A Wireless Communication System," issued on March 20, 2012. Samsung is the owner of all rights, title, and interest in and to the '550 Patent and is entitled to sue for past and future infringement.
- 65. Ericsson has directly infringed the '550 Patent by making, using, selling, offering for sale in the United States and/or importing into the United States products, components of products, and/or methods covered by one or more claims of the '550 Patent, including those for use with LTE applications that implement the LTE wireless communications standards, including 3GPP TS 36.211, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Physical channels and modulation," 36.213, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Physical layer procedures," and 36.331, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Radio Resource Control (RRC); Protocol specification." Exemplary infringing products include the RBS 6000 series base stations.
- 66. On information and belief, Ericsson actively induces others, including LTE network service providers who deploy infringing products in their LTE networks, to commit direct infringement of one or more claims of the '550 Patent. On information and belief, service providers who deploy and make routine use of the infringing products in their LTE networks

directly infringe the '550 Patent. On information and belief, Ericsson is aware of the '550 Patent or has acted with willful blindness to its existence at least through the parties' longstanding licensing negotiations, Samsung's ETSI disclosures, the specific applicability of Samsung's LTE patents to the LTE standard—a standard that Ericsson adopted knowing that its LTE products would be covered by third party patents, including Samsung's patents, and/or the filing of this Counterclaim. Further, on information and belief, Ericsson induces service providers who deploy the infringing products in their LTE networks, by providing at least manuals, training, guides, and/or demonstrations, to perform acts intended by Ericsson to cause direct infringement of the '550 Patent.

- On information and belief, Ericsson contributes to infringement of one or more claims of the '550 Patent by others, including LTE network service providers who deploy the infringing products in their LTE networks, by providing the products or articles therein, which are specially made or adapted for use in an infringement of the '550 Patent and are not staple articles of commerce suitable for substantial noninfringing use. On information and belief, as discussed in the prior paragraph, Ericsson had knowledge or acted with willful blindness that the infringing products or articles therein were specially made or adapted for use in an infringement of the '550 Patent and not a staple article of commerce suitable for substantial noninfringing use.
- 68. For at least the reasons detailed in the prior paragraphs, Ericsson's infringement of the '550 Patent has been willful. Ericsson's continued infringement of the '550 Patent has damaged and will continue to damage Samsung.

Counterclaim No. 5:

Infringement of U.S. Patent No. 8,169,986

69. Samsung repeats and realleges the allegations in paragraphs 1-44 as though fully set forth herein.

- 70. United States Patent No. 8,169,986 ("the '986 Patent"), entitled "Method And Apparatus For Transmitting And Receiving System Information In A Mobile Communication System," issued on May 1, 2012. Samsung is the owner of all rights, title, and interest in and to the '986 Patent and is entitled to sue for past and future infringement.
- 71. Ericsson has directly infringed the '986 Patent by making, using, selling, offering for sale in the United States and/or importing into the United States products, components of products, and/or methods covered by one or more claims of the '986 Patent, including those for use with LTE applications that implement the LTE wireless communications standards, including 3GPP TS 36.211, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Physical channels and modulation," and 36.331, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Radio Resource Control (RRC); Protocol specification." Exemplary infringing products include the RBS 6000 series base stations.
- 72. On information and belief, Ericsson actively induces others, including LTE network service providers who deploy infringing products in their LTE networks, to commit direct infringement of one or more claims of the '986 Patent. On information and belief, service providers who deploy and make routine use of the infringing products in their LTE networks directly infringe the '986 Patent. On information and belief, Ericsson is aware of the '986 Patent or has acted with willful blindness to its existence at least through the parties' longstanding licensing negotiations, Samsung's ETSI disclosures, the specific applicability of Samsung's LTE patents to the LTE standard—a standard that Ericsson adopted knowing that its LTE products would be covered by third party patents, including Samsung's patents, and/or the filing of this Counterclaim. Further, on information and belief, Ericsson induces service providers who deploy the infringing products in their LTE networks, by providing at least manuals, training,

guides, and/or demonstrations, to perform acts intended by Ericsson to cause direct infringement of the '986 Patent.

- 73. On information and belief, Ericsson contributes to infringement of one or more claims of the '986 Patent by others, including LTE network service providers who deploy the infringing products in their LTE networks, by providing the products or articles therein, which are specially made or adapted for use in an infringement of the '986 Patent and are not staple articles of commerce suitable for substantial noninfringing use. On information and belief, as discussed in the prior paragraph, Ericsson had knowledge or acted with willful blindness that the infringing products or articles therein were specially made or adapted for use in an infringement of the '986 Patent and not a staple article of commerce suitable for substantial noninfringing use.
- 74. For at least the reasons detailed in the prior paragraphs, Ericsson's infringement of the '986 Patent has been willful. Ericsson's continued infringement of the '986 Patent has damaged and will continue to damage Samsung.

Counterclaim No. 6:

Infringement of U.S. Patent No. 8,179,780

- 75. Samsung repeats and realleges the allegations in paragraphs 1-44 as though fully set forth herein.
- 76. United States Patent No. 8,179,780 ("the '780 Patent"), entitled "Method And Apparatus For Transmitting And Receiving Control Information To Randomize Inter-Cell Interference In A Mobile Communication System," issued on May 15, 2012. Samsung is the owner of all rights, title, and interest in and to the '780 Patent and is entitled to sue for past and future infringement.
- 77. Ericsson has directly infringed the '780 Patent by making, using, selling, offering for sale in the United States and/or importing into the United States products, components of

products, and/or methods covered by one or more claims of the '780 Patent, including those for use with LTE applications that implement the LTE wireless communications standards, including 3GPP TS 36.211, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Physical channels and modulation." Exemplary infringing products include the RBS 6000 series base stations.

- 78. On information and belief, Ericsson actively induces others, including LTE network service providers who deploy infringing products in their LTE networks, to commit direct infringement of one or more claims of the '780 Patent. On information and belief, service providers who deploy and make routine use of the infringing products in their LTE networks directly infringe the '780 Patent. On information and belief, Ericsson is aware of the '780 Patent or has acted with willful blindness to its existence at least through the parties' longstanding licensing negotiations, Samsung's ETSI disclosures, the specific applicability of Samsung's LTE patents to the LTE standard—a standard that Ericsson adopted knowing that its LTE products would be covered by third party patents, including Samsung's patents, and/or the filing of this Counterclaim. Further, on information and belief, Ericsson induces service providers who deploy the infringing products in their LTE networks, by providing at least manuals, training, guides, and/or demonstrations, to perform acts intended by Ericsson to cause direct infringement of the '780 Patent.
- 79. On information and belief, Ericsson contributes to infringement of one or more claims of the '780 Patent by others, including LTE network service providers who deploy the infringing products in their LTE networks, by providing the products or articles therein, which are specially made or adapted for use in an infringement of the '780 Patent and are not staple articles of commerce suitable for substantial noninfringing use. On information and belief, as

discussed in the prior paragraph, Ericsson had knowledge or acted with willful blindness that the infringing products or articles therein were specially made or adapted for use in an infringement of the '780 Patent and not a staple article of commerce suitable for substantial noninfringing use.

80. For at least the reasons detailed in the prior paragraphs, Ericsson's infringement of the '780 Patent has been willful. Ericsson's continued infringement of the '780 Patent has damaged and will continue to damage Samsung.

Counterclaim No. 7:

<u>Infringement of U.S. Patent No. 8,379,738</u>

- 81. Samsung repeats and realleges the allegations in paragraphs 1-44 as though fully set forth herein.
- 82. United States Patent No. 8,379,738 ("the '738 Patent'"), entitled "Methods And Apparatus To Improve Performance And Enable Fast Decoding Of Transmissions With Multiple Code Blocks," issued on February 19, 2013. Samsung is the owner of all rights, title, and interest in and to the '738 Patent and is entitled to sue for past and future infringement.
- 83. Ericsson has directly infringed the '738 Patent by making, using, selling, offering for sale in the United States and/or importing into the United States products, components of products, and/or methods covered by one or more claims of the '738 Patent, including those for use with LTE applications that implement the LTE wireless communications standards, including 3GPP TS 36.211, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Physical channels and modulation," 36.212, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Multiplexing and channel coding," and 36.201, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); LTE physical layer; General description." Exemplary infringing products include the RBS 6000 series base stations.

- 84. On information and belief, Ericsson actively induces others, including LTE network service providers who deploy infringing products in their LTE networks, to commit direct infringement of one or more claims of the '738 Patent. On information and belief, service providers who deploy or make routine use of the infringing products in their LTE networks directly infringe the '738 Patent. On information and belief, Ericsson is aware of the '738 Patent or has acted with willful blindness to its existence at least through the parties' longstanding licensing negotiations, Samsung's ETSI disclosures, the specific applicability of Samsung's LTE patents to the LTE standard—a standard that Ericsson adopted knowing that its LTE products would be covered by third party patents, including Samsung's patents, and/or the filing of this Counterclaim. Further, on information and belief, Ericsson induces service providers who deploy the infringing products in their LTE networks, by providing at least manuals, training, guides, and/or demonstrations, to perform acts intended by Ericsson to cause direct infringement of the '738 Patent.
- 85. On information and belief, Ericsson contributes to infringement of one or more claims of the '738 Patent by others, including LTE network service providers who deploy the infringing products in their LTE networks, by providing the products or articles therein, which are specially made or adapted for use in an infringement of the '738 Patent and are not staple articles of commerce suitable for substantial noninfringing use. On information and belief, as discussed in the prior paragraph, Ericsson had knowledge or acted with willful blindness that the infringing products or articles therein were specially made or adapted for use in an infringement of the '738 Patent and not a staple article of commerce suitable for substantial noninfringing use.

86. For at least the reasons detailed in the prior paragraphs, Ericsson's infringement of the '738 Patent has been willful. Ericsson's continued infringement of the '738 Patent has damaged and will continue to damage Samsung.

Counterclaim No. 8:

Infringement of U.S. Patent No. 8,386,878

- 87. Samsung repeats and realleges the allegations in paragraphs 1-44 as though fully set forth herein.
- 88. United States Patent No. 8,386,878 ("the '878 Patent"), entitled "Methods And Apparatus To Compute CRC For Multiple Code Blocks," issued on February 26, 2013. Samsung is the owner of all rights, title, and interest in and to the '878 Patent and is entitled to sue for past and future infringement.
- 89. Ericsson has directly infringed the '878 Patent by making, using, selling, offering for sale in the United States and/or importing into the United States products, components of products, and/or methods covered by one or more claims of the '878 Patent, including those for use with LTE applications that implement the LTE wireless communications standards, including 3GPP TS 36.211, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Physical channels and modulation," 36.212, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); Multiplexing and channel coding," and 36.201, entitled "Evolved Universal Terrestrial Radio Access (E-UTRA); LTE physical layer; General description." Exemplary infringing products include the RBS 6000 series base stations.
- 90. On information and belief, Ericsson actively induces others, including LTE network service providers who deploy infringing products in their LTE networks, to commit direct infringement of one or more claims of the '878 Patent. On information and belief, service providers who deploy and make routine use of the infringing products in their LTE networks

directly infringe the '878 Patent. On information and belief, Ericsson is aware of the '878 Patent or has acted with willful blindness to its existence at least through the parties' longstanding licensing negotiations, Samsung's ETSI disclosures, the specific applicability of Samsung's LTE patents to the LTE standard—a standard that Ericsson adopted knowing that its LTE products would be covered by third party patents, including Samsung's patents, and/or the filing of this Counterclaim. Further, on information and belief, Ericsson induces service providers who deploy the infringing products in their LTE networks, by providing at least manuals, training, guides, and/or demonstrations, to perform acts intended by Ericsson to cause direct infringement of the '878 Patent.

- 91. On information and belief, Ericsson contributes to the infringement of one or more claims of the '878 Patent by others, including LTE network service providers who deploy the infringing products in their LTE networks, by providing the products or articles therein, which are specially made or adapted for use in an infringement of the '878 Patent and are not staple articles of commerce suitable for substantial noninfringing use. On information and belief, as discussed in the prior paragraph, Ericsson had knowledge or acted with willful blindness that the infringing products or articles therein were specially made or adapted for use in an infringement of the '878 Patent and not a staple article of commerce suitable for substantial noninfringing use.
- 92. For at least the reasons detailed in the prior paragraphs, Ericsson's infringement of the '878 Patent has been willful. Ericsson's continued infringement of the '878 Patent has damaged and will continue to damage Samsung.

Counterclaim No. 9:

Breach of Contract

- 93. Samsung incorporates by reference the allegations set forth in its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 above as though fully set forth herein.
- 94. As set forth above, by committing to license the patents that Ericsson has declared as essential to adopters of the Standards on FRAND terms, Ericsson entered into contractual commitments with ETSI and the IEEE. Parties implementing the Standards, including Samsung, are intended third party beneficiaries of the contractual commitments made by Ericsson and are entitled to enforce benefits of those contractual commitments.
- 95. As a result of its breaches, Ericsson has injured Samsung, including its business or property. Samsung has also been forced to expend resources resolving this licensing dispute and has suffered or faces the threat of, in particular, increased costs, loss of profits, loss of customers and potential customers, loss of goodwill and product image, uncertainty in business planning, uncertainty among customs and potential customers, and injunction or exclusion order.
- 96. For at least the reasons detailed in the prior paragraphs, Samsung is entitled to an order compelling specific performance of Ericsson's FRAND obligations. For avoidance of doubt, Samsung is not seeking any monetary damages on account of Ericsson's breach of its FRAND obligations.

Counterclaim No. 10:

Promissory Estoppel

97. Samsung incorporates by reference the allegations set forth in paragraphs its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-96 above as though fully set forth herein.

- 98. Ericsson made clear and definite promises to potential licensees through its commitments to the IEEE that Ericsson would license the patents it has declared as essential to the WiFi standard on FRAND terms.
- 99. It was foreseeable to Ericsson that Samsung would rely on Ericsson's promise to license on FRAND terms. The intended purpose of Ericsson's promises was to induce reliance. Ericsson knew or should have reasonably expected that those promises would induce others to implement the WiFi standard.
- 100. Samsung developed and marketed its products and services in reliance on Ericsson's promises, as described above, including making its products and services compliant with the WiFi standard.
- 101. Thus, Ericsson is estopped from breaking its promise to license the patents it has declared as essential to Samsung on FRAND terms by the doctrine of promissory estoppel.
- 102. Samsung has been harmed as a result of its foreseeable and reasonable reliance on Ericsson's promises. Samsung has been forced to expend resources resolving this licensing dispute, and is threatened by the loss of profits, loss of customers and potential customers, loss of goodwill and product image, uncertainty in business planning, and uncertainty among customers and potential customers.

Counterclaim No. 11:

Declaratory Judgment that Samsung is Licensed to Practice Ericsson's Patents

- 103. Samsung re-alleges and fully incorporates its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-102 above of the Counterclaims as though fully set forth herein.
- 104. On information and belief, and by way of example without limitation, Samsung has rights arising from its use of Qualcomm Incorporated ("Qualcomm") components in certain

Samsung products. On information and belief, Qualcomm entered into a license agreement with Ericsson by which Qualcomm received, among other things, certain rights related to the Ericsson Asserted Patents and other Ericsson patents (collectively "the Qualcomm Licensed Patents"). Samsung has an express or implied license to manufacture, use, import, and sell electronic devices incorporating licensed Qualcomm components under the Qualcomm Licensed Patents.

- also has rights arising from its use of ST-Ericsson components in certain Samsung products. On information and belief, ST-Ericsson has obtained from Ericsson rights to one or more of the Ericsson Asserted Patents and other Ericsson patents (collectively "the ST Ericsson Licensed Patents"). Samsung has an express or implied license to manufacture, use, import, and sell electronic devices incorporating licensed ST-Ericsson components under the ST Ericsson Licensed Patents.
- 106. Samsung has been forced to expend resources resolving this licensing dispute, and is threatened by the loss of profits, loss of customers and potential customers, loss of goodwill and product image, uncertainty in business planning, and uncertainty among customers and potential customers.
- 107. Samsung is entitled to a judgment finding that it is licensed to manufacture, use, import, and sell electronic devices incorporating licensed Qualcomm components, ST Ericsson components, and/or components of other Ericsson licensed third parties and owes no royalties to Ericson on account of such manufacture, use, import, or sale.

Counterclaim No. 12:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 6,259,724

- 108. Samsung incorporates by reference the allegations set forth in its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 109. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 6,259,724 ("the '724 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '724 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '724 Patent.
- 110. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '724 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '724 Patent.
- 111. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '724 Patent, either literally or under the doctrine of equivalents.
- 112. Each and every claim of the '724 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '724 Patent is invalid.
- 113. As a result, Samsung is entitled to a judgment finding that the '724 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.

Counterclaim No. 13:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 6,400,376

- 114. Samsung incorporates by reference the allegations set forth in its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 115. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 6,400,376 ("the '376 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '376 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '376 Patent.
- 116. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '376 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '376 Patent.
- 117. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '376 Patent, either literally or under the doctrine of equivalents.
- 118. As a result, Samsung is entitled to a judgment finding that the '376 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 119. In addition, each and every claim of the '376 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '376 Patent is invalid.

Counterclaim No. 14:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 6,466,568

- 120. Samsung incorporates by reference the allegations set forth in its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 121. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 6,466,568 ("the '568 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '568 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '568 Patent.
- 122. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '568 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '568 Patent.
- 123. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '568 Patent, either literally or under the doctrine of equivalents.
- 124. As a result, Samsung is entitled to a judgment finding that the '568 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 125. In addition, each and every claim of the '568 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '568 Patent is invalid.

Counterclaim No. 15:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 6,502,063

- 126. Samsung incorporates by reference the allegations set forth in its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 127. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 6,502,063 ("the '063 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '063 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '063 Patent.
- 128. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '063 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '063 Patent.
- 129. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '063 Patent, either literally or under the doctrine of equivalents.
- 130. As a result, Samsung is entitled to a judgment finding that the '063 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 131. In addition, each and every claim of the '063 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '063 Patent is invalid.

Counterclaim No. 16:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 6,597,787

- 132. Samsung incorporates by reference the allegations set forth in paragraphs its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 133. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 6,597,787 ("the '787 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '787 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '787 Patent.
- 134. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '787 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '787 Patent.
- 135. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '787 Patent, either literally or under the doctrine of equivalents.
- 136. As a result, Samsung is entitled to a judgment finding that the '787 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 137. In addition, each and every claim of the '787 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '787 Patent is invalid.

Counterclaim No. 17:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 6,732,069

- 138. Samsung incorporates by reference the allegations set forth in paragraphs its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 139. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 6,732,069 ("the '069 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '069 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '069 Patent.
- 140. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '069 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '069 Patent.
- 141. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '069 Patent, either literally or under the doctrine of equivalents.
- 142. As a result, Samsung is entitled to a judgment finding that the '069 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 143. In addition, each and every claim of the '069 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '069 Patent is invalid.

Counterclaim No. 18:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 6,865,233

- 144. Samsung incorporates by reference the allegations set forth in paragraphs its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 145. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 6,865,233 ("the '233 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '233 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '233 Patent.
- 146. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '233 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '233 Patent.
- 147. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '233 Patent, either literally or under the doctrine of equivalents.
- 148. As a result, Samsung is entitled to a judgment finding that the '233 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 149. In addition, each and every claim of the '233 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '233 Patent is invalid.

Counterclaim No. 19:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 6,985,474

- 150. Samsung incorporates by reference the allegations set forth in paragraphs its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 151. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 6,985,474 ("the '474 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '474 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '474 Patent.
- 152. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '474 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '474 Patent.
- 153. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '474 Patent, either literally or under the doctrine of equivalents.
- 154. As a result, Samsung is entitled to a judgment finding that the '474 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 155. In addition, each and every claim of the '474 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '474 Patent is invalid.

Counterclaim No. 20:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 7,660,417

- 156. Samsung incorporates by reference the allegations set forth in paragraphs its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 157. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 7,660,417 ("the '417 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '417 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '417 Patent.
- 158. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '417 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '417 Patent.
- 159. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '417 Patent, either literally or under the doctrine of equivalents.
- 160. As a result, Samsung is entitled to a judgment finding that the '417 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 161. In addition, each and every claim of the '417 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '417 Patent is invalid.

Counterclaim No. 21:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 7,707,592

- 162. Samsung incorporates by reference the allegations set forth in paragraphs its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 163. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 7,707,592 ("the '592 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '592 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '592 Patent.
- 164. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '592 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '592 Patent.
- 165. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '592 Patent, either literally or under the doctrine of equivalents.
- 166. As a result, Samsung is entitled to a judgment finding that the '592 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 167. In addition, each and every claim of the '592 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '592 Patent is invalid.

Counterclaim No. 22:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 7,769,078

- 168. Samsung incorporates by reference the allegations set forth in paragraphs its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 169. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 7,769,078 ("the '078 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '078 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '078 Patent.
- 170. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '078 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '078 Patent.
- 171. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '078 Patent, either literally or under the doctrine of equivalents.
- 172. As a result, Samsung is entitled to a judgment finding that the '078 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 173. In addition, each and every claim of the '078 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '078 Patent is invalid.

Counterclaim No. 23:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 7,961,709

- 174. Samsung incorporates by reference the allegations set forth in paragraphs its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 175. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 7,961,709 ("the '709 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '709 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '709 Patent.
- 176. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '709 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '709 Patent.
- 177. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '709 Patent, either literally or under the doctrine of equivalents.
- 178. As a result, Samsung is entitled to a judgment finding that the '709 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 179. In addition, each and every claim of the '709 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '709 Patent is invalid.

Counterclaim No. 24:

Declaratory Judgment of Non-Infringement & Invalidity of U.S. Patent No. 8,036,150

- 180. Samsung incorporates by reference the allegations set forth in its response to paragraphs 1-88 of the Complaint as well as paragraphs 1-44 and 93-107 above as though fully set forth herein.
- 181. By the filing of its Complaint, Ericsson has purported to assert a claim against Samsung for the alleged infringement of United States Patent No. 8,036,150 ("the '150 Patent"). Samsung has not infringed, contributed to the infringement of, or induced the infringement of any valid claim of the '150 Patent. Consequently, an actual controversy exists between the parties with respect to the infringement, validity and scope of the '150 Patent.
- 182. Samsung has not and is not now infringing, directly or indirectly, or contributed to infringement by another, or actively induced others to infringe any valid or enforceable claim of the '150 Patent. Samsung is not liable for any infringement, literal or under the doctrine of equivalents, of the '150 Patent.
- 183. Samsung does not willfully infringe and has not willfully infringed, either directly, jointly, indirectly, contributorily, or by inducement, any valid and enforceable claim of the '150 Patent, either literally or under the doctrine of equivalents.
- 184. As a result, Samsung is entitled to a judgment finding that the '150 Patent is not infringed by Samsung, either literally or under the doctrine of equivalents, and that Samsung has not contributed to or induced any infringement by another.
- 185. In addition, each and every claim of the '150 Patent is invalid for failure to comply with the conditions and requirements of patentability set forth in the patent statutes, including 35 U.S.C. §§ 101, 102, 103, and/or 112. Samsung is therefore entitled to declaratory judgment that each and every claim of the '150 Patent is invalid.

EXCEPTIONAL CASE

186. This case is an exceptional case entitling Samsung to an award of its reasonable attorneys' fees incurred in connection with this action pursuant to 35 U.S.C. § 285, as a result of, inter alia, Ericsson's assertion of the Ericsson Asserted Patents against Samsung with the knowledge that the Ericsson Asserted Patents are invalid and unenforceable.

PRAYER FOR RELIEF

WHEREFORE, Samsung prays for judgment against Ericsson as follows:

- a. For dismissal of Ericsson's Complaint in its entirety with prejudice;
- b. For a judgment that Ericsson has infringed directly, contributorily, and/or by inducement the asserted claims of each Samsung Asserted Patent;
- c. For a judgment declaring that each and every claim of the Samsung Asserted Patents are valid and enforceable;
- d. For judgment and a declaration that Ericsson has breached its legal obligations with respect to granting Samsung FRAND terms and conditions of licenses to any of its essential patents;
- e. For an order compelling specific performance of Ericsson's FRAND obligations;
- f. For a judgment declaring that Samsung has not and does not infringe, under any theory, any asserted claim of an Ericsson Asserted Patent;
- g. For a judgment declaring that Samsung is licensed to manufacture, use, import, and sell electronic devices incorporating licensed Qualcomm components, ST Ericsson components, and/or components of other Ericsson licensed third parties and owes no royalties to Ericsson on account of such manufacture, use, import, or sale;
- h. For a judgment declaring that each and every asserted claim of the Ericsson Asserted Patents is invalid and unenforceable;

- i. For an award of reasonable attorneys' fees and expenses against Ericsson pursuant to 35
 U.S.C. § 285 or otherwise;
- j. For damages together with prejudgment interest;
- k. For Samsung's costs of suit against Ericsson;
- 1. For a permanent injunction against Ericsson products found to infringe any Samsung patent for which Samsung is entitled to obtain an injunction; and
- m. For such other and further relief as this Court may deem just and proper.

JURY DEMAND

Samsung hereby demands a trial by jury on all issues triable by a jury alleged or relating to this litigation pursuant to Rule 38 of the Federal Rules of Civil Procedure.

Dated: March 18, 2013 Respectfully submitted,

SAMSUNG ELECTRONICS CO., LTD SAMSUNG ELECTRONICS AMERICA, INC. SAMSUNG TELECOMMUNICATIONS AMERICA LLP

By their attorneys,

By: s/ Indranil Mukerji

Ruffin Cordell

Texas State Bar No. 04820550

E-mail: Cordell@fr.com

Michael McKeon

D.C. Bar No. 459780

E-mail: McKeon@fr.com

Indranil Mukerji

MA Bar No. 644059

E-mail: Mukerji@fr.com

FISH & RICHARDSON P.C.

1425 K Street, NW, 11th Floor

Washington, DC 20005

Telephone: (202) 783-5070

Facsimile: (202) 783-2331

Thomas M. Melsheimer

Texas State Bar No. 1392250

E-mail: melsheimer@fr.com

Thomas H. Reger II

Texas State Bar No. 24032992

E-mail: reger@fr.com

Robert C. Earle

Texas State Bar No. 24002029

E-mail: earle@fr.com

FISH & RICHARDSON P.C.

1717 Main Street, Suite 5000

Dallas, Texas 75201

Telephone: (214) 747-5070

Facsimile: (214) 747-22091

John S. Goetz

N.Y. State Bar No. 429566

E-mail: Goetz@fr.com

FISH & RICHARDSON P.C.

601 Lexington Avenue, 52nd Floor

New York, NY 10022 Telephone: (212) 641-2277 Facsimile: (212) 258-2291

Kenneth R. Adamo Texas Bar No. 00846960

E-mail: kradamo@kirkland.com

David W. Higer

E-mail: david.higer@kirkland.com

KIRKLAND & ELLIS LLP

300 North LaSalle Chicago, Illinois 60654 (312) 862-2000 (Telephone) (312) 862-2200 (Facsimile)

Gregory S. Arovas, P.C.

E-mail: greg.arovas@kirkland.com

Jennifer M. Selendy

E-mail: jennifer.selendy@kirkland.com

Todd M. Friedman

E-mail: todd.friedman@kirkland.com

KIRKLAND & ELLIS LLP

601 Lexington Avenue New York, NY 10022 (212) 446-4800 (Telephone) (212) 446-4900 (Facsimile)

Edward C. Donovan

E-mail: edward.donovan@kirkland.com

KIRKLAND & ELLIS LLP

655 Fifteenth Street, N.W. Washington, D.C. 2005 (202) 879-5000 (Telephone) (202) 879-5200 (Facsimile)

Bao Nguyen

E-mail: bao.nguyen@kirkland.com

KIRKLAND & ELLIS LLP

555 California Street San Francisco, California 94104 (415) 439-1400 (Telephone) (415) 439-1500 (Facsimile)

Michael Jones

E-mail: mikejones@potterminton.com

POTTER MINTON

110 N College Avenue, Suite 500 Tyler, TX 75702 (903) 597-8311 (903) 593-0846

CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the above and foregoing document has been served on March 18, 2013 to all counsel of record pursuant to the Court's CM/ECF system.

/s/Indranil Mukerji
Indranil Mukerji